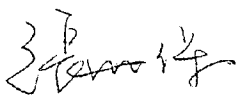



# EXHIBIT 1

### **Memorandum of 9.3 Accident Compensation Negotiation**

On 13<sup>th</sup> and 14<sup>th</sup> March 2002, CTGPC and Rotec held the second round of negotiation on the compensation claims of 9.3 accident at the TGP Dam Area, the content is noted as follows.

1. Both sides restated respectively their positions on the cause of the accident and responsibility clarification.
2. CTGPC submitted part of compensation claim list for negotiation; which doesn't include related costs for the deceased and injured personnel. Rotec stated they hadn't studied the list, therefore the list was not discussed in details by the two parties. CTGPC is working on cost verification and calculation for the deceased and injured personnel and will provide to Rotec in due time.
3. Both parties once again expressed their wishes to settle the issue through negotiation, otherwise to settle the issue by arbitration, and agreed that the arbitration council will be China International Economy & Trade Arbitration Committee.
4. The date of the next round of negotiation to be held on Dam site will be set in coming two weeks.

  
Representative of CTGPC

  
Representative of Rotec

Date: March 15, 2002

UNITED STATES DISTRICT COURT  
DISTRICT OF DELAWARE

CHINA THREE GORGES PROJECT CORPORATION,

Petitioner,

-against-

ROTEC INDUSTRIES, INC.,

Respondent.

Case No. 04-1510

AFFIRMATION

BEIJING, P. R. CHINA)  
CITY OF BEIJING ) ss:

CHE PIZHAO, an arbitrator admitted by China International Economic and Trade Arbitration Commission ("CIETAC"), affirms:

1. I am an arbitrator appointed by CIETAC, and was a member of the arbitration panel which heard the disputes between petitioner China Three Gorges Project Corporation ("Three Gorges") and respondent Rotec Industries, Inc. ("Rotec") and issued an arbitral award in favor of Three Gorges on March 29, 2004, which award is the subject of the instant proceeding.
2. I affirm and certify that the copy of the Memorandum of 9.3 Accident Compensation Negotiation to which this affirmation is annexed is a true and complete copy of said Memorandum.

Dated: BEIJING, P.R.C.  
March 15, 2005

[Signature]  
Signatory